

**GOVERNMENT OF INDIA
POWER
LOK SABHA**

UNSTARRED QUESTION NO:4414
ANSWERED ON:19.05.2006
PROFIT AND LOSSES BY NTPC
Sugavanam Shri E.G.

Will the Minister of POWER be pleased to state:

- (a) the profit/losses earned by the National Thermal Power Corporation (NTPC) during each of the last three years;
- (b) whether the net profit of NTPC for the year 2005-06 has reduced drastically over the years;
- (c) if so, the reasons therefor;
- (d) the steps taken to increase the operations and profit of NTPC?

Answer

THE MINISTER OF POWER (SHRI SUSHILKUMAR SHINDE)

(a) : Profit after tax of NTPC for the last three years is given below:

| Year | Amount (Rs. in million) |
|------|-------------------------|
|------|-------------------------|

| | |
|-----------------------|-------|
| 2003-04 | 52608 |
| 2004-05 | 58070 |
| 2005-06 (Provisional) | 57061 |

(b) to (d) : No, Sir. The Profit after tax for 2005-06 has not reduced drastically as compared to the previous years. The profit after tax of 2004-05 was higher because of the following reasons:-

(i) Write back of provisions made in the earlier year for bad debts amounting to Rs.623 crores.

(ii) Accounting of surcharge income on account of issue of bonds by State Electricity Boards under the One Time Settlement Scheme amounting to Rs.246 crores.

During the financial year 2005-06, NTPC stations generated 170.88 Billion Units against the target of 164 Billion Units. In order to further increase the generation, NTPC is adding fresh capacity. Accordingly, for the financial year 2006-07, NTPC has set a generation target of 178 Billion Units.